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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report Minerals Regulatory Program March 9, 2010

Reviewed: 

| | |
|--|---|
| Mine Name: Lisbon Valley | Permit Number: M/037/0088 |
| Operator Name: Lisbon Valley Co LLC | Inspection Date: October 7, 2009 |
| Inspector(s): T Munson | Time: 3:00PM |
| Other Participants: Lantz Indergard | Mine Status: Ins |

| Elements of Inspection | Evaluated | Comment | Enforcement |
|---|-------------------------------------|-------------------------------------|--------------------------|
| 1. Permits, Revisions, Transfer, Bonds | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 2. Public Safety (shafts, adits, trash, signs, highwalls) | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Protection of Drainages / Erosion Control | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4. Deleterious Material | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. Roads (maintenance, surfacing, dust control, safety) | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. Reclamation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts) | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 8. Soils | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 9. Revegetation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

Bond Amount: \$6,076,888.00

Fees: Current

Purpose of Inspection: Site inspection

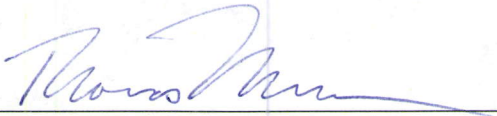
Inspection Summary:

The inspection involved a brief stop to discuss the backfilling plans for the Sentinel East pit and to take a look at the mining occurring in the Centennial pit. There was drilling occurring on the upper benches of the Centennial pit. Lantz stated that the backfilling of the Sentinel East pit was really helping the mine head towards a more profitable future as they haul run of mine ore to place on the leach pad and eliminate an up hill haul for waste.

Photos were taken to document site conditions.

Conclusions and Recommendations:

The site be inspected quarterly with the BLM.

Inspector's Signature 

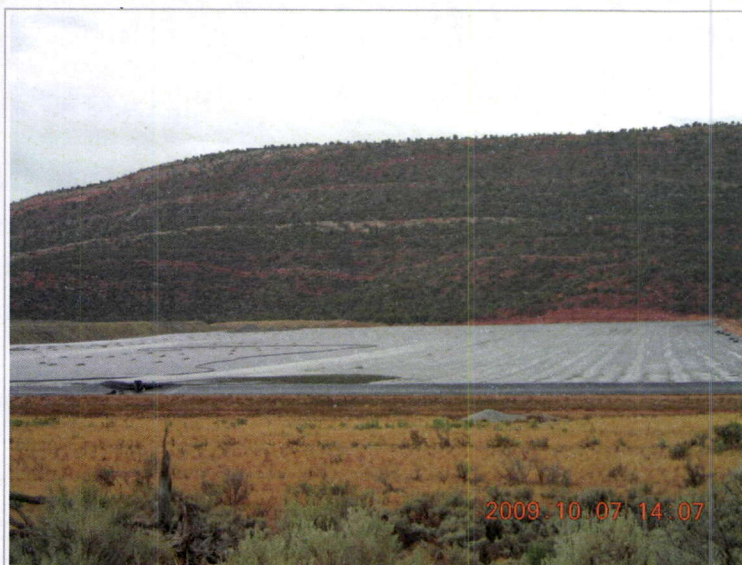
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cc: marie_mcgann@blm.gov

Lisbon Valley Mining Co LLC, c/o Lantz Indergard, PO Box 248, La Sal, UT 84530

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Heap Liner



Centennial pit



Centennial pit, track hoe working on upper lift



Slide area